

Troax Group AB (publ)
Hillerstorp, the 18th of July 2025

COMING TOGETHER

Caring for everyday safety



TROAX EQUALS SAFETY

FOR YOUR EVERYDAY SAFETY

Every day we strive for 'peace of mind'.

Our promise is all about creating 'peace of mind'. By offering safety solutions for industrial manufacturing and warehousing environments, we contribute to safeguard people while working ensuring they get back home safe every day. At the same time we protect assets and productivity making our customers sleep well at night.

We offer solutions within passive and active safety and we are the global market leader within indoor perimeter protection.

Troax Group AB (publ), Reg. No. 556916-4030, is a global company with a strong sales force and efficient supply chain. With local presence we offer excellent customer service and quick deliveries. We are represented in 42 countries and employ roughly 1200 people. The Company's head office is located in Hillerstorp, Sweden and our sales amounted to 279 MEUR (2024).

troax.com

troaxgroup.org

INTERIM REPORT JANUARY- MARCH 2025

APRIL – JUNE

- Order intake in the quarter decreased by 6 percent compared with the same period last year and amounted to 65,3 (69,6) MEUR. Adjusted for currency and acquisitions the order intake decreased by 6 percent.
- Sales in the quarter decreased by 4 percent compared with the same period last year and amounted to 68,7 (71,9) MEUR. Adjusted for currency and acquisitions sales decreased by 5 percent.
- In the second quarter, Troax initiated a cost optimization program, with restructuring-related expenses estimated at approximately 6 MEUR. This one-off cost has been recognized as an item affecting comparability in the income statement for the second quarter. The program is estimated to provide an annual cost saving of approximately 10 MEUR.
- Operating profit before amortizations (EBITA) decreased to 9,9 (12,1) MEUR.
- Operating margin before amortizations (EBITA margin) decreased to 14,4 (16,8) percent.
- Financial net was -1,1 (-1,5) MEUR.
- Profit after tax decreased to 1,4 (7,5) MEUR.
- Adjusted earnings per share after dilution amounted to 0,11 (0,14) EUR.
- Earnings per share after dilution amounted to 0,02 (0,13) EUR.

JANUARY - JUNE

- Order intake in the period decreased by 5 percent compared with the same period last year and amounted to 134,8 (141,8) MEUR. Adjusted for currency and acquisitions the order intake decreased by 6 percent.
- Sales in the period decreased by 4 percent compared with the same period last year and amounted to 137,0 (142,8) MEUR. Adjusted for currency and acquisitions sales decreased by 5 percent.
- Operating profit before amortizations (EBITA) decreased to 19,4 (23,1) MEUR.
- Operating margin before amortizations (EBITA margin) decreased to 14,2 (16,2) percent.
- Financial net was -2,7 (-2,8) MEUR.
- Profit after tax decreased to 6,7 (14,2) MEUR.
- Adjusted earnings per share after dilution amounted to 0,21 (0,26) EUR.
- Earnings per share after dilution amounted to 0,11 (0,24) EUR.

TROAX GROUP FIGURES

	3 Months	3 Months	6 Months	6 Months	12 Months	12 Months	12 Months
	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jan-Dec	Jan-Dec	Jul-Jun
MEUR	2025	2024	2025	2024	2024	2023	2024/2025
Order intake	65,3	69,5	134,8	141,8	276,9	258,2	269,9
Sales	68,7	71,9	137,0	142,8	278,5	264,3	272,7
Gross profit	26,2	27,2	51,8	52,9	106,0	102,0	104,9
Gross margin, %	38,1	37,8	37,8	37,0	38,1	38,6	38,5
Adjusted operating result EBITA	9,9	12,1	19,4	23,1	48,2	51,9	44,5
EBITA margin, %	14,4	16,8	14,2	16,2	17,3	19,6	16,3
Operating result EBIT	3,0	11,4	11,6	21,6	45,1	50,0	35,1
EBIT margin, %	4,4	15,9	8,5	15,1	16,2	18,9	12,9
Profit after tax	1,4	7,5	6,7	14,2	31,3	35,8	23,8
EBITDA	12,9	15,0	25,4	28,9	60,1	62,2	56,6
EBITDA margin, %	18,8	20,9	18,5	20,2	21,6	23,5	20,8
Net debt / EBITDA					0,8	0,9	
Adjusted earnings per share after dilution in EUR	0,11	0,14	0,21	0,26	0,57	0,63	0,55

COMMENTS FROM THE PRESIDENT AND CEO

When I summarize the second quarter of 2025, I can say that it has been another eventful quarter. The pattern in market demand continues to be similar to the first quarter with the exception that Americas has become somewhat more cautious in the wake of 'liberation day'. Market demand continued to be mixed in Europe, with slightly lower order intake in the storage segment and the automotive segment but slightly higher in the general industry and process segment. However, we note a slightly higher activity for feasibility studies in the storage segment in Europe, which bodes well for 2026 and beyond. In general, uncertainty remains regarding the timing of our customers' decision-making processes. APAC continued to grow slightly in local currency, but this was neutralized by currency effects and the APAC region therefore entered at an unchanged level compared to the comparison quarter in 2024.

During the quarter, we have worked intensively to adapt the organization to the prevailing demand situation and to define our future product portfolio and factory structure. At the end of June, we announced a number of actions that will contribute to a simpler and more cost-effective production structure. As a result, we have reduced the number of employees by approximately 100 during the quarter as an adjustment to market demand. Furthermore, we have also announced that we will relocate and close production in Poland during the second half of the year, affecting approximately additional 125 employees. Overall, this represents a significant cost reduction of approximately 10 MEUR at an annualized rate. The extraordinary one-off costs arising in connection with this amount to approximately 6 MEUR and are charged to the second quarter as a one-off cost. In parallel with the efficiency improvements in Europe, our factory investment in North America continues according to plan to increase capacity and improve cost efficiency starting in 2026.

Demand continues to be subdued, and we report a total order intake decrease of six (6) percent driven by Northern Europe and Americas. The weak demand continues in the construction and warehouse segments and has also eased somewhat in the automotive industry during the quarter. In the general industry and process segments in Europe, the situation has improved somewhat sequentially.

Sales decreased by four (4) percent during the quarter. Europe developed weaker as a result of lower order intake in previous quarters, while Americas and APAC grew compared to the previous year.

Despite the low volumes, our gross margin is at a good level and in line with our informal target. With continued price discipline, stable relatively low material costs and adjustments in our supply chain, we are compensating for the lion's share of the under-absorption effects arising from the lower volumes in Europe.

Just as in the first quarter, our selling and administrative expenses continue to be too high relative to our sales. During the quarter, we have therefore reviewed our organization and, starting in the third quarter, these costs will be reduced. The personnel reduction has been implemented in such a way that our strategic priorities are not significantly affected, but the development of a stronger sales organization, increased digitalization, and expansion into new markets and segments remains intact. I am convinced that we will be rewarded with these targeted investments in the future and that as a result we will see both higher sales and sales efficiency increased.

Despite good results in many of our operations, I am not satisfied with our EBITA margin, which landed at 14.4% compared to 16.8% last year (excluding non-recurring items affecting comparability). The result continues to be affected by low volumes but also by increasing negative FX effects. Excluding effect from FX losses, the EBITA margin in the quarter is 15.1% compared to 16.5% in the second quarter of 2024. This thus means a sequential improvement compared to the first quarter's 14.0%.

Our net debt to EBITDA ratio remained low at 1,1 (1,1). Overall, the Group continues to have a stable and strong financial position that enables further investments in profitable organic and acquired growth. In the current macro environment, this may well mean increased opportunities for good acquisitions.

Our new, more decentralized organization is starting to take shape, and I see good progress in our speed in meeting customer requirements and adapting to local and regional conditions. The work to modernize and digitize the Group has also progressed well. Troax Group is the largest player in our niche and the only global player that can serve customers with regional sales and a supply chain to global standards. With an even more streamlined decentralized organization, we will be even better prepared to grow and gain market share in the future.

With the aim of a safer and more productive everyday life,

Martin Nyström, President and CEO

THE GROUP SUMMARY

APRIL – JUNE

The total order intake amounted to 65,3 (69,5) MEUR, A decrease by 6 percent compared with the corresponding period last year. Adjusted for currency and acquisitions the order intake decreased by 6 percent. EMEA South and APAC increased their order intake during the period compared with the corresponding period last year whereas the other markets decreased their order intake.

Sales amounted to 68,7 (71,9) MEUR, a decrease of 4 percent compared with the corresponding period last year. Adjusted for currency and acquisitions, sales decreased by 5 percent. All regions except North EMEA increased their sales during the period compared with the corresponding period last year.

Adjusted operating result (EBITA) amounted to 9,9 (12,1) MEUR, corresponding to an EBITA margin of 14,4 (16,8) percent.

During the second quarter, Troax initiated a cost optimization program, with restructuring-related expenses expected to total approximately 6 MEUR of which approximately 2 MEUR relates to write-down of assets. This one-off cost has been recognized as an item affecting comparability in the income statement for the second quarter. In the balance sheet, this is reported as current liabilities and provisions. The program includes three main components: a general workforce reduction of approximately 100 employees, the closure of the company's factory in Poland affecting an additional 125 employees, and an investment in a new, modern production facility in the United States. The initiative is expected to yield annual savings of approximately 10 MEUR. Further details regarding the efficiency measures can be found in our press release dated June 25, 2025.

JANUARY – JUNE

The total order intake amounted to 134,8 (141,8) MEUR, A decrease by 5 percent compared with the corresponding period last year. Adjusted for currency and acquisitions the order intake decreased by 6 percent. Americas and APAC increased their order intake during the period compared with the corresponding period last year whereas the other markets decreased their order intake

Sales amounted to 137,0 (142,8) MEUR, a decrease of 4 percent compared with the corresponding period last year. Adjusted for currency and acquisitions, sales decreased by 5 percent. Americas and APAC increased their sales during the period compared with the corresponding period last year whereas the other markets decreased their sales.

Adjusted operating result (EBITA) amounted to 19,4 (23,1) MEUR, corresponding to an EBITA margin of 14,2 (16,2) percent.

FINANCIAL NET

During the second quarter of 2025, financial net amounted to -1,1 (-1,5) MEUR and to -2,7 (-2,8) for the first 6 months of the year.

TAXES

The tax expense was -0,5 (-2,4) MEUR for the second quarter of 2025 and was -2,2 (-4,6) for the first six months of 2025.

NET RESULT

Net result for the second quarter 2025 amounted to 1,4 (7,5) MEUR and to 6,7 (14,2) for the first six months of 2025.

CASH FLOW, WORKING CAPITAL AND NET DEBT

Cash flow from operating activities was 8,9 (10,2) MEUR for the second quarter 2025 and was 12,5 (14,3) for the first six months of 2025. Net debt by the end of the period was 64,8 (66,1) MEUR. Net debt in relation to the 12-month rolling EBITDA was 1,1 (1,1) to be compared with the company's financial target of less than 2,5.

INVESTMENTS

During the second quarter of 2025, investments were 2,3 (1,5) MEUR and were 5,6 (4,2) for the first six months of 2025. The investments mainly relate to machinery in Sweden.

REGIONAL DEVELOPMENT

Troax operations are reported as one segment. As secondary information Order intake and Sales are reported based on geographical regions.

EMEA NORTH – The Nordics, UK and Central Europe
 EMEA SOUTH – South Europe, Middle East and Africa
 AMERICAS – North and South America
 APAC – Asia excluding the Middle East

Order intake MEUR	3 Months	3 Months	Diff	6 Months	6 Months	Diff	12 Months	12 Months	Diff	12 Months
	Apr-Jun 2025	Apr-Jun 2024		Jan-June 2025	Jan-June 2024		Jan-Dec 2024	Jan-Dec 2023		Jul-Jun 2024/2025
EMEA North	33,3	38,7	-14%	69,6	80,2	-13%	153,3	138,4	11%	142,7
EMEA South	18,8	17,8	6%	34,0	35,1	-3%	66,1	64,7	2%	65,0
Americas	8,8	9,1	-3%	19,8	19,4	2%	43,2	42,0	3%	43,6
APAC	4,2	3,9	8%	10,4	7,1	46%	14,3	13,1	9%	17,6
Total excl Currency	65,1	69,5	-6%	133,8	141,8	-6%	276,9	258,2	7%	268,9
Currency effect	-0,3	0,0	0%	0,2	0,0	0%	0,0	0,0	0%	0,2
Order intake acquisitions	0,5	0,0	1%	0,8	0,0	1%	0,0	0,0	0%	0,8
Total Order intake	65,3	69,5	-6%	134,8	141,8	-5%	276,9	258,2	7%	269,9
Total Sales MEUR	3 Months	3 Months	Diff	6 Months	6 Months	Diff	12 Months	12 Months	Diff	12 Months
	Apr-Jun 2025	Apr-Jun 2024		Jan-June 2025	Jan-June 2024		Jan-Dec 2024	Jan-Dec 2023		Jul-Jun 2024/2025
EMEA North	33,9	40,5	-16%	71,6	79,8	-10%	155,7	138,1	16%	147,5
EMEA South	17,4	16,8	4%	31,7	33,9	-6%	67,3	67,3	0%	65,1
Americas	11,8	10,0	18%	22,9	20,5	12%	40,1	46,7	-14%	42,5
APAC	5,5	4,6	20%	9,8	8,6	14%	15,4	12,2	26%	16,6
Total excl Currency	68,6	71,9	-5%	136,0	142,8	-5%	278,5	264,3	5%	271,7
Currency effect	-0,4	0,0	-1%	0,2	0,0	0%	0,0	0,0	0%	0,2
Sales acquisitions	0,5	0,0	1%	0,8	0,0	1%	0,0	0,0	0%	0,8
Total Sales	68,7	71,9	-4%	137,0	142,8	-4%	278,5	264,3	5%	272,7

* Note that organic growth is reported excluding currency effect.

THE GROUP - SUMMARY

INCOME STATEMENT

	3 Months	3 Months	6 Months	6 Months	12 Months	12 Months	12 Months
	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jan-Dec	Jan-Dec	Jul-Jun
MEUR	2025	2024	2025	2024	2024	2023	2024/2025
Sales	68,7	71,9	137,0	142,8	278,5	264,3	272,7
Cost of goods sold	-42,5	-44,7	-85,2	-89,9	-172,5	-162,3	-167,8
Gross profit	26,2	27,2	51,8	52,9	106,0	102,0	104,9
Sales expenses	-10,6	-10,7	-21,1	-20,6	-39,8	-33,4	-40,3
Administrative expenses	-5,2	-4,6	-10,8	-9,3	-18,9	-16,9	-20,4
Other operating income and expenses	-0,5	0,2	-0,5	0,1	0,9	0,2	0,3
Adjusted operating result (EBITA)	9,9	12,1	19,4	23,1	48,2	51,9	44,5
Amortizations and items affecting comparability	-6,9	-0,7	-7,8	-1,5	-3,1	-1,9	-9,4
Operating result (EBIT)	3,0	11,4	11,6	21,6	45,1	50,0	35,1
Financial income and expenses	-1,1	-1,5	-2,7	-2,8	-4,3	-2,6	-4,2
Result after financial expenses	1,9	9,9	8,9	18,8	40,8	47,4	30,9
Taxes	-0,5	-2,4	-2,2	-4,6	-9,5	-11,6	-7,1
Net result for the period	1,4	7,5	6,7	14,2	31,3	35,8	23,8
Earnings per share before / after dilution	0,02 €	0,13 €	0,11 €	0,24 €	0,52 €	0,60 €	0,40 €
Adjusted earnings per share before / after dilution	0,11 €	0,14 €	0,21 €	0,26 €	0,57 €	0,63 €	0,55 €
Number of shares before / after dilution (1000's)	60 000	60 000	60 000	60 000	60 000	60 000	60 000

STATEMENT OF COMPREHENSIVE INCOME

	3 Months	3 Months	6 Months	6 Months	12 Months	12 Months	12 Months
	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jan-Dec	Jan-Dec	Jul-Jun
	2025	2024	2025	2024	2024	2023	2024/2025
Net result for the period	1,4	7,5	6,7	14,2	31,3	35,8	23,8
Other comprehensive income:							
Items that may be reclassified to the income statement							
Translation differences	-4,6	1,9	2,2	-1,1	-1,4	0,9	1,9
Tax related to items that may be reclassified	0,0	0,0	0,0	0,0	0,0	0,0	0,0
	-4,6	1,9	2,2	-1,1	-1,4	0,9	1,9
Items that will not be reclassified to the income statement							
Actuarial gains and losses on defined-benefit pension com	0,0	0,0	0,0	0,0	0,1	-0,2	0,1
Tax related to items that may be reclassified	0,0	0,0	0,0	0,0	0,0	0,0	0,0
	0,0	0,0	0,0	0,0	0,1	-0,2	0,1
Other comprehensive income, net of tax	-4,6	1,9	2,2	-1,1	-1,3	0,7	2,0
Total comprehensive income for the period	-3,2	9,4	8,9	13,1	30,0	36,5	25,8

	3 Months	3 Months	6 Months	6 Months	12 Months	12 Months	12 Months
	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jan-Dec	Jan-Dec	Jul-Jun
	2025	2024	2025	2024	2024	2023	2024/2025
EBITDA							
Operating result (EBIT)	3,0	11,4	11,6	21,6	45,1	50,0	35,1
Amortizations and items affecting comparability	6,9	0,7	7,8	1,5	3,1	1,9	9,4
Adjusted operating result (EBITA)	9,9	12,1	19,4	23,1	48,2	51,9	44,5
Depreciations	3,0	2,9	6,0	5,8	11,9	10,3	12,1
EBITDA	12,9	15,0	25,4	28,9	60,1	62,2	56,6

STATEMENT OF FINANCIAL POSITION

MEUR	2025 30-jun	2024 30-jun	2024 31-dec	2023 31-dec
Assets				
Intangible assets	121,7	115,1	120,5	115,2
Tangible assets	82,0	79,5	79,8	82,1
Financial fixed assets	10,5	6,7	10,9	6,9
Total fixed assets	214,2	201,3	211,2	204,2
Inventories	30,0	30,9	29,4	30,8
Current receivables	60,4	63,5	58,6	55,9
Cash and cash equivalents	24,8	16,0	29,5	33,2
Total current assets	115,2	110,4	117,5	119,9
TOTAL ASSETS	329,4	311,7	328,7	324,1
Equity and liabilities				
Equity	168,6	163,1	180,1	172,3
Long-term liabilities	98,9	96,4	98,0	99,2
Current liabilities and provisions	61,9	52,2	50,6	52,6
TOTAL EQUITY AND LIABILITIES	329,4	311,7	328,7	324,1
Net debt	64,8	66,1	56,8	53,4

STATEMENT OF CHANGES IN EQUITY ATTRIBUTABLE TO THE PARENT COMPANY'S SHAREHOLDERS	2025 30-jun	2024 30-jun	2024 31-dec	2023 31-dec
Opening balance	180,1	172,3	172,3	154,9
Dividends	-20,3	-20,3	-20,4	-19,3
Received option premiums	0,0	0,0	0,2	0,2
Re-purchase of shares	0,0	-2,0	-2,0	0,0
Total comprehensive income for the period	8,9	13,1	30,0	36,5
Closing balance	168,7	163,1	180,1	172,3

CASH FLOW STATEMENT

MEUR	3 Months 2025 30-jun	3 Months 2024 30-jun	6 Months 2025 30-jun	6 Months 2024 30-jun	12 Months 2024 31-dec	12 Months 2023 31-dec
Adjusted operating result (EBITA)	9,9	12,1	19,4	23,1	48,2	51,9
Depreciations, interest received and paid, tax paid and adj	-1,6	-0,4	-0,9	-0,6	-2,5	-9,4
Changes in working capital	0,6	-1,5	-6,0	-8,2	-3,3	7,8
Cash flow from operating activities	8,9	10,2	12,5	14,3	42,4	50,3
Investments	-2,3	-1,5	-5,6	-4,2	-15,9	-41,1
Cash flow after investing activities	6,6	8,7	6,9	10,1	26,5	9,2
Financing activities	-10,5	-23,2	-11,6	-27,3	-30,2	-13,7
Cash flow for the period	-3,9	-14,5	-4,7	-17,2	-3,7	-4,5
Cash and cash equivalents at the start of the period	28,7	30,5	29,5	33,2	33,2	37,5
Translation difference in cash and cash equivalents	0,0	0,0	0,0	0,0	0,0	0,2
Cash and cash equivalents at the end of the period	24,8	16,0	24,8	16,0	29,5	33,2

PARENT COMPANY– SUMMARY

INCOME STATEMENT	3 Months	3 Months	6 Months	6 Months	12 Months	12 Months
	Apr-Jun	Apr-Jun	Jan-June	Jan-June	Jan-Dec	Jan-Dec
MEUR	2025	2024	2025	2024	2024	2023
Sales	0,2	0,3	0,2	0,5	1,0	1,0
Cost of goods sold	0,0	0,0	0,0	0,0	0,0	0,0
Gross profit	0,2	0,3	0,2	0,5	1,0	1,0
Administrative expenses	-2,1	-1,1	-3,9	-2,1	-4,0	-3,7
Other operating income and expenses	0,0	-0,2	-0,1	-0,2	-0,1	0,1
Operating profit before Amortizations (EBITA)	-1,9	-1,0	-3,8	-1,8	-3,1	-2,6
Financial income and expenses	7,1	-0,3	5,9	-0,2	11,2	29,7
Result after financial expenses	5,2	-1,3	2,1	-2,0	8,1	27,1
Year-end appropriations	0,0	0,0	0,0	0,0	2,4	0,6
Profit before tax	5,2	-1,3	2,1	-2,0	10,5	27,7
Taxes	0,8	0,3	1,4	0,4	-2,2	-0,6
Net result for the period	6,0	-1,0	3,5	-1,6	8,3	27,1

STATEMENT OF COMPREHENSIVE INCOME

Net result for the period	6,0	-1,0	3,5	-1,6	8,3	27,1
Other comprehensive income, net of tax	0,0	0,0	0,0	0,0	0,0	0,0
Total comprehensive income for the period	6,0	-1,0	3,5	-1,6	8,3	27,1

STATEMENT OF FINANCIAL POSITION

	30-jun	30-jun	31-dec	31-dec
MEUR	2025	2024	2024	2023
Assets				
Shares in subsidiaries	87,7	87,7	87,7	87,7
Receivables to subsidiaries	22,7	24,3	24,9	23,6
Other long-term receivables	0,8	0,8	0,9	0,8
Total fixed assets	111,2	112,8	113,5	112,1
Receivables to subsidiaries	0,0	0,0	12,2	18,6
Current receivables	0,2	0,4	0,0	2,6
Cash and cash equivalents	3,8	0,3	6,0	11,2
Total current assets	4,0	0,7	18,2	32,4
TOTAL ASSETS	115,2	113,5	131,7	144,5
Equity and liabilities				
Equity	22,9	29,7	39,6	53,5
Untaxed reserves	2,6	5,1	2,6	5,1
Long-term liabilities	80,9	70,8	70,9	70,9
Current liabilities	8,8	7,9	18,6	15,0
TOTAL EQUITY AND LIABILITIES	115,2	113,5	131,7	144,5

CASH FLOW STATEMENT	3 Months	3 Months	6 Months	6 Months	12 Months	12 Months
	2025	2024	2025	2024	2024	2023
MEUR	30-jun	30-jun	30-jun	30-jun	31-dec	31-dec
Operating profit before financial items	-1,9	-1,0	-3,8	-1,8	-3,1	-2,6
Interest paid and received, taxes, adjustments	10,4	-0,2	9,6	-0,5	-0,8	20,5
Change in working capital	1,8	12,5	2,3	13,7	21	-7,2
Cash flow from continuing operations	10,3	11,3	8,1	11,4	17,1	10,7
Investments	0,0	0,0	0,0	0,0	0,0	0,0
Cash flow from investment activities	10,3	11,3	8,1	11,4	17,1	10,7
Cash flow from financing activities	-10,3	-20,3	-10,3	-22,3	-22,3	-9,3
Cash flow for the period	0,0	-9,0	-2,2	-10,9	-5,2	1,4
Cash and cash equivalents at the beginning of the period	3,8	9,3	6,0	11,2	11,2	9,8
Translation difference	0,0	0,0	0,0	0,0	0,0	0,0
Cash and cash equivalents at the end of the period	3,8	0,3	3,8	0,3	6,0	11,2

FINANCIAL TARGETS

Troax Group's financial targets connected to the company's strategic initiatives are presented below. All expressed opinions in this part are future orientated.

Growth	Troax's objective is to grow in its current markets, both organically and by selective acquisitions
Profitability	Troax's target is to have an operating margin (EBITA) in excess of 20 per cent.
Financial structure	Net debt in relation to the 12-month rolling EBITDA, excluding temporary deviations, shall not exceed 2,5 times.
Dividend policy	Troax's target is to pay approximately 50 per cent of its net profit in dividends. The dividend proposal shall consider Troax's long-term development potential, its financial position and its investment needs.

The financial targets represent future oriented information. Future oriented information shall not be considered as guarantees for future result or development. The actual result may and can materially vary from what is expressed in the future oriented information.

OTHER INFORMATION

ACCOUNTING PRINCIPLES

This interim report has been prepared in accordance with IAS 34, Interim Financial Reporting, the Annual Accounts Act and the Swedish Financial Reporting Board recommendation RFR 2, Accounting for Legal Entities. The Accounting principles that have been applied coincide with those accounting principles used for preparing the latest Annual Report. The Annual Report for 2024 is available on www.troax.com.

ALTERNATIVE KEY RATIOS

In this interim report, Troax presents certain financial measures that are not defined by IFRS, so-called alternative key ratios. The Group believes that these measures provide valuable supplementary information to investors as they enable an evaluation of the company's results and position. Since not all companies calculate financial measurements in the same way, these are not always comparable to those used by other companies. Investors should consider these financial measures as a complement rather than an IFRS financial statement. Troax uses the following alternative key figures:

Organic growth

As a large proportion of the Group's sales take place in currencies other than the reporting currency (Euro), the Group's sales are evaluated based on its organic sales growth, which enables separate evaluations of the effect of acquisitions / divestments and currency effects.

Total Sales	3 Months Apr-Jun 2025	3 Months Apr-Jun 2024	Diff	6 Months Jan-June 2025	6 Months Jan-June 2024	Diff	12 Months Jan-Dec 2024	12 Months Jan-Dec 2023	Diff
MEUR									
Organic sales / growth	68,6	71,9	-5%	136,0	142,8	-5%	278,5	264,3	5%
Currency effect	-0,4	0,0	-1%	0,2	0,0	0%	0,0	0,0	0%
Sales from acquisitions	0,5	0,0	1%	0,8	0,0	1%	0,0	0,0	0%
Total Sales	68,7	71,9	-4%	137,0	142,8	-4%	278,5	264,3	5%

Operating profit before amortizations (EBITA)

Earnings before interest, tax, depreciation on acquisition-related intangible fixed assets, acquisition-related costs and income and items affecting comparability.

Adjusted earnings per share after dilution

Profit after tax excluding amortizations of fixed assets related to surplus values from acquisitions, acquisition-related costs and income and items affecting comparability in relation to the weighted average number of outstanding shares. None of the group's outstanding call option programs are deemed to result in significant future dilution.

OTHER INFORMATION (CONT.)

	Apr-Jun 2025	Apr-Jun 2024	Jan-Jun 2025	Jan-Jun 2024	31-dec 2024
Earnings per share					
Net income after tax (MEUR)	1,4	7,5	6,7	14,2	31,3
Adjusted earnings per share	0,02	0,13	0,11	0,24	0,52
Adjusted earnings per share					
Net income after tax (MEUR)	1,4	7,5	6,7	14,2	31,3
Adjustments					
Items affecting comparability	4,4		4,4		
Amortizations	0,9	0,7	1,8	1,5	3,1
Adjusted earnings per share	0,11	0,14	0,21	0,26	0,57
Number of shares	60 000 000	60 000 000	60 000 000	60 000 000	60 000 000

Net debt / EBITDA

Troax' definition of net debt is the sum of interest-bearing liabilities (including leasing liabilities according to IFRS 16 but excluding pension liabilities) less cash and cash equivalents. Net debt is used by Group management to monitor and analyze the debt development in the Group and evaluate the Group's refinancing needs. Net debt compared with EBITDA provides a key figure for net debt in relation to cash-generating operating results, which gives an indication of the business' ability to pay its debts.

MEUR	30-jun 2025	30-jun 2024	31-dec 2024	31-dec 2023
Short term loans	0,9	1,1	0,0	4,0
Long term loans	80,0	70,0	70,0	70,0
Liabilities for leases (IFRS 16)	8,7	11,0	9,3	12,6
Total debt	89,6	82,1	79,3	86,6
cash	24,8	16,0	29,5	33,2
Net debt incl IFRS 16	64,8	66,1	49,8	53,4
12 month rolling EBITDA incl IFRS 16	56,5	60,4	60,1	62,2
Net debt / EBITDA incl IFRS 16	1,1	1,1	0,8	0,9
Net debt excl IFRS 16	56,1	55,1	40,5	40,8
12 month rolling EBITDA excl IFRS 16	52,0	56,0	55,5	57,8
Net debt / EBITDA excl IFRS 16	1,1	1,0	0,7	0,7

RISKS AND RISK MANAGEMENT

Exposure to risks is a natural part of business operations and this reflects Troax' approach to risk management. This aims to identify and prevent the occurrence of risks and to limit any damage from these risks. The most significant risks to which the Group is exposed are related to the cyclical impact on demand. For further information, see the Management Report and Note 27 in the Annual Report 2024.

SEASONAL VARIATIONS

Seasonal variations have some impact on Troax business. Sales are normally in general stable between the quarters but can fluctuate between the months in the quarter. Sales can be somewhat lower in the summer months (July-August) and from December to January. In periods of high production, the company normally ties up more money in Working Capital. Cash is then released from working capital after a high season when manufactured goods are installed and the customer's receivables paid.

TRANSACTIONS WITH RELATED PARTIES

No significant transactions with related parties have taken place during the period.

RE-PURCHASE OF SHARES

As of the 30th of June 2025, Troax Group AB (publ) owned 154,668 own shares.

EMPLOYEES

At the end of the period the Group had 1 164 (1 219) employees.

OTHER EVENTS AFTER THE QUARTER

There is no significant information to report after the quarter.

OTHER INFORMATION (CONT.)

DEVELOPMENT IN THE PARENT COMPANY

There is no significant information to report for the quarter.

AUDIT

This report has not been comprehensively reviewed by the auditors.

NEXT REPORTS

Interim report Q3 2025, 29th of October 2025

Year-end report Q4 2025, 5th of February 2026

TEAMS WEBINAR

Invitation to presentation of the latest quarter result:

Martin Nyström, CEO, and Anders Eklöf, CFO, will present the results at a Teams webinar on the 18th of July 2025 at 14:00 CET. The conference will be held in English. For more information, please refer to

<https://www.troax.com/investors/press-releases/>

Hillerstorp 2025-07-18

Martin Nyström
President & CEO

Anders Mörck
Chairman

Thomas Widstrand

Marie Landfors

Anna Stålenbring

Eva Nygren

Bertil Persson

Fredrik Hansson

Stefan Lundgren
Employee repr.

MARTIN NYSTRÖM
President and CEO
Phone +46 (0)370-828 31
Martin.nystrom@troax.com

Troax Group AB (publ)
Hillerstorp, 18th of July 2025

ANDERS EKLÖF
CFO
Phone +46 (0)370-828 25
anders.eklof@troax.com

Headquarters:

Troax Group AB

Box 89, SE-335 04 Hillerstorp, Sweden

Phone: +46 (0)370-828 00

Fax +46 (0)370-824 86

www.troax.com

This information is information that Troax Group AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation 596/2014 and the Securities Markets Act (2007:528). The information was submitted for publication, through the agency of the contact person set out above, at 12:30 CET on the 18th of July 2025.